AG Contract No. KR96 0582TRN
ADOT ECS File JPA 96-30
Project No. STP-NOG-0(1)P
TRACS No. 0000SCNOG SS330801C
Section Frank Reed Road
West of I-10 - SR-19B

INTERGOVERNMENTAL AGREEMENT

BETWEEN

THE STATE OF ARIZONA

AND

THE CITY OF NOGALES

I. RECITALS

- 1. The State is empowered by Arizona Revised Statutes Section 28-108 and 28-112 to enter into this agreement and has by resolution, a copy of which is attached hereto and made a part hereof, resolved to enter into this agreement and has delegated to the undersigned the authority to execute this agreement on behalf of the State.
- 2. The City is empowered by Arizona Revised Statutes Section 48-572 to enter into this agreement and has by resolution, a copy of which is attached hereto and made a part hereof, resolved to enter into this agreement and has authorized the undersigned to execute this agreement on behalf of the City.
- 3. Congress has authorized appropriations for, but not limited to, the construction of streets and primary, feeder and farm-to-market roads; the replacement of bridges; the elimination of roadside obstacles; and the application of pavement markings.

NO. 20698
FILED WITH SECRETARY OF STATE
Date Filed 05/17/96

Secretary of State

By Vicky Laenewood

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- 4. Such project within the boundary of the City has been selected by the City; the field survey of the project has been completed; and the plans, estimates and specifications have been prepared and, as required, submitted to the Federal Highway Administration (FHWA) for its approval.
- 5. The only interest of the State in the project is in the acquisition of federal funds for the use and benefit of the City by reason of federal law and regulations under which funds for the project are authorized to be expended.
- 6. The City, in order to obtain federal funds for the construction of the project, is willing to provide the State with the City funds to match federal funds in the ratio required or as finally fixed and determined by FHWA.
- 7. The work embraced in this agreement and the estimated cost are as follows: Reconstruction and New Construction.

Estimated Project Cost (include. 15% CE)	\$1	,009,928.00
Federal Aid Funds (SEAGO CAP)	\$	581,000.00
City of Nogales Funds	\$	428,928.00
Five percent (5%) surcharge	\$	43,910.00
Total City Funds	\$	472.838.00*

* This includes a 5% surcharge on the total cost as per Local Government Engineer memo of October 1991.

THEREFORE, in consideration of the mutual covenants expressed herein, it is agreed as follows:

II. SCOPE OF WORK

- 1. The State shall submit a program containing the aforementioned project to FHWA with the recommendation that it be approved for construction.
- a. If such project is approved for construction by FHWA and the funds are available for construction of the project, the State with the aid and consent of FHWA will proceed to advertise for, receive and open bids, and subject to the concurrence of FHWA and the City, award the contract, enter into a contract with a firm to whom the award is made for the construction of the project, such project to be performed, completed, accepted and paid for in accordance with the requirements of the Standard Specifications for Road and Bridge Construction of the Highways Division, Arizona Department of Transportation. Further, the State will enter into a Project Agreement with FHWA covering the work embraced in said construction contract and will request the maximum federal funds available.
- b. Should unforeseen conditions or circumstances increase the cost of said work required by a change in the extent or scope of the work called for in this agreement, the State shall not be obligated to incur any expenditure in excess of the amount of the City's deposit unless and until so authorized in writing by the City.

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- 2. Prior to the solicitation of bids, the City shall deposit funds with the State in the amount determined by the State to be necessary to match federal funds in the ratio required. Upon completion of the construction contract, the State shall return to the City any part of the funds deposited by the City remaining after City's pro rata share of the cost, as finally fixed and determined by FHWA, has been paid.
- 3. The City shall acquire, without cost to the State, the necessary right-of-way and hereby certifies that all necessary rights-of-way have been acquired.
- 4. The City shall remove from the proposed right-of-way all obstructions or unauthorized encroachments of whatever nature, either above or below the surface of the roadway, and hereby certifies that all obstructions and encroachments have been removed therefrom, prior to the start of construction.
- 5. The City shall not permit or allow any encroachments, except those authorized by permit, upon, or private use of, the right of way. In the event of any unauthorized encroachment or improper use, the City shall take all necessary steps to remove or prevent any such encroachment or use; failing in which the State shall have the right to proceed with the removal or prevention thereof, the cost of such removal or prevention to be borne by the City.
- 6. Upon completion of construction, the City shall provide for, at its own cost and as an annual item in its budget, proper maintenance, including, but not limited to, signs, and markings necessary for the purpose of regulating, warning and guiding traffic, all in accordance with the requirements of the current edition of the Manual on Uniform Traffic Control Devices for Streets and Highways.

III. MISCELLANEOUS PROVISIONS

1. The State assumes no financial obligation or liability under this agreement. The City assumes full responsibility for the design, plans, specifications, reports, the engineering in connection therewith and the construction of the improvements contemplated, cost over-runs and construction claims. It is understood and agreed that the State's participation is confined solely to securing federal aid; that any damages arising from carrying out, in any respect, the terms of this agreement or any modification thereof, shall be solely the liability of the City and that the City hereby agrees to save and hold harmless and indemnify from loss the State, any of its departments, agencies, officers or employees from any and all cost and/or damage incurred by any of the above and from any other damage to any person or property whatsoever, which is caused by any activity, condition, or event arising out of the performance or nonperformance of any provisions of this agreement by the State, any of its departments, agencies, officers and employees, the City, any of its agents, officers and employees, or any of its independent contractors. Costs incurred by the State, any of its departments, agencies, officers or employees shall include in the event of any action, court costs, expenses of litigation and attorneys' fees.

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2. The cost of the design, construction and construction engineering work covered by this agreement is to be borne by FHWA and the City, each in the proportion prescribed or as fixed and determined by FHWA as stipulated in this agreement. Therefore, the City agrees to furnish and provide State with City funds in an amount equal to the difference between the total cost of the work provided for in this agreement and the amount of federal aid received.

- 3. This agreement shall remain in force and effect until completion of the work herein embraced; provided, however, that any provisions in this agreement for maintenance shall be perpetual.
- 4. This agreement shall become effective upon filing with the Secretary of State.
- 5. This agreement shall be cancelled in accordance with Arizona Revised Statutes Section 38-511.
- 6. The provisions of Arizona Revised Statutes Section 35-214 are applicable to this agreement.
- 7. In the event of any controversy which may arise out of this agreement, the parties hereto agree to abide by required arbitration as is set forth for public works contracts in Arizona Revised Statutes Section 12-1518.
- 8. All notices or demands upon any party to this agreement shall be in writing and shall be delivered in person or sent by mail addressed as follows:

Department of Transportation Joint Project Administration 205 S. 17th Avenue - 616E Phoenix, AZ 85007

City of Nogales City Manager 777 N. Grand Avenue Nogales, AZ 85621

9. Attached hereto and incorporated herein is the written determination of each party's legal counsel that the parties are authorized under the laws of this state to enter into this agreement and that the agreement is in proper form.

IN WITNESS WHEREOF, the parties have executed this agreement the day and year first above written.

CITY OF NOGALES

STATE OF ARIZONA

Department of Transportation

LOVIS VALDEZ

Mayor

PETER L ENC

Contract Administrator

ATTEST:

MICHAEL C HEIN

City Clerk

RESOLUTION

BE IT RESOLVED on this 25th day of March 1996, that I, the undersigned LARRY S. BONINE, as Director of the Arizona Department of Transportation, have determined that it is in the best interests of the State of Arizona that the Department of Transportation, acting by and through the Highways Division, to enter into an agreement with the City of Nogales for the purpose of defining responsibilities for the design, construction and maintenance of improvements to Frank Reed Road in the City.

Therefore, authorization is hereby granted to draft said agreement which, upon completion, shall be submitted to the Contract Administrator for approval and execution.

for LARRY S. BONINE

Director

RESOLUTION NO. 96-04-24

A RESOLUTION OF THE MAYOR AND BOARD OF ALDERMEN OF THE CITY OF NOGALES APPROVING AN INTERGOVERNMENTAL AGREEMENT BETWEEN THE STATE OF ARIZONA, ACTING BY AND THROUGH ITS DEPARTMENT OF TRANSPORTATION AND THE CITY OF NOGALES FOR COOPERATION IN THE PREPARATION OF DOCUMENTS FOR FEDERAL HIGHWAY ADMINISTRATION FUNDING; AND DECLARING AN EMERGENCY.

WHEREAS, the City of Nogales (City) and the State of Arizona (State) acting by and through its Department of Transportation, desire to cooperate in the preparation of certain documents for Federal highway administration funding; and

WHEREAS, City is empowered by A.R.S. §48-572 to enter into an intergovernmental agreement by resolution; and

WHEREAS, the state is empowered by A.R.S. §§28-108 and 28-112 to enter into cooperative agreements by resolution; and

WHEREAS, the parties hereto desire to cooperate in the preparation of certain documents for Federal highway administration funding, all as is more fully set forth in the attached Intergovernmental Agreement.

NOW, THEREFORE, BE IT RESOLVED by the mayor and board of aldermen of the City of Nogales that the mayor be and hereby is authorized to execute the Intergovernmental Agreement, a copy of which is attached hereto and incorporated herein by this reference; and

FURTHER RESOLVED that city staff is directed to do all acts necessary and in accordance with the provisions of said Intergovernmental Agreement.

WHEREAS, the preservation of the public peace, health, and safety of the City of Nogales require that this resolution shall become immediately operative,

AN EMERGENCY IS HEREBY DECLARED TO EXIST, and this resolution is hereby exempted from the referendum provisions of the Charter of the City of Nogales and shall take effect and be in full force from and after its passage and approval.

PASSED AND ADOPTED THIS 12TH DAY OF APRIL, 1996.

APPROVED THIS 12TH DAY OF APRIL, 1996.

APPROVAL OF THE NOGALES CITY ATTORNEY

I have reviewed the above referenced proposed intergovernmental agreement, between the DEPARTMENT OF TRANSPORTATION, HIGHWAYS DIVISION, and the CITY OF NOGALES and declare this agreement to be in proper form and within the powers and authority granted to the City under the laws of the State of Arizona.

DATED	this	3 rd	day of _	mp	······································	1996.
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-	City Atto	rnev				



STATE OF ARIZONA

OFFICE OF THE ATTORNEY GENERAL

GRANT WOODS ATTORNEY GENERAL

1275 WEST WASHINGTON, PHOENIX 85007-2926

TRN Main: 542-1680 Direct: 542-8837

Fax: 542-3646

MAIN PHONE: 542-5025 TELECOPIER: 542-4085

INTERGOVERNMENTAL AGREEMENT DETERMINATION

A.G. Contract No. KR96-0582-TRN, an agreement between public agencies, has been reviewed pursuant to A.R.S. § 11-952, as amended, by the undersigned Assistant Attorney General who has determined that it is in the proper form and is within the powers and authority granted to the State of Arizona.

No opinion is expressed as to the authority of the remaining parties, other than the State or its agencies, to enter into said agreement.

DATED this 10th day of May, 1996.

GRANT WOODS

Attorney General

JAMES R. REDPATH

Assistant Attorney General Transportation Section

JRR:lsr

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